



## **SPECIAL MEETING ADMINISTRATION & FINANCE COMMITTEE**

October 9, 2002

### **MINUTES**

#### **1. CALL TO ORDER**

The Special Meeting of the Administration and Finance Committee (A&F) was called to order at 1:06 p.m. by Chairperson Kennedy in City Council Chambers, San Jose City Hall, 801 North First Street, San Jose, California.

#### **ROLL CALL**

##### **Members Present**

Pat Dando  
Jane P. Kennedy, Chairperson  
Forrest Williams, Vice Chairperson

##### **Members Absent**

Don Gage  
Pete McHugh  
Joe Pirzynski

A quorum was present.

#### **2. PUBLIC PRESENTATIONS**

There were no Public Presentations.

#### **3. Approval of Tax-Exempt Debt Offering in an Amount not to Exceed \$82,000,000**

Scott Buhner, Chief Financial Officer, provided a brief overview on the Approval of Tax-Exempt Debt Offering in an Amount not to Exceed \$82,000,000. Mr. Buhner noted that VTA is proposing to issue 82,000,000 Grant and Bond Anticipation Notes that will be secured by the proceeds of the Transportation Congestion Relief Program (TCRP) Grant Fund. The proceeds of the grants will be deposited into a repayment fund along with the interest earnings. In the event that the California Transportation Commission (CTC) allocates less than the full amount of the Right-of-Way (ROW) purchase from the TCRP funds, any amount due will be repaid from the proceeds of Sales Tax Revenue Bonds secured by the 2000 Measure A Sales Tax. VTA will be required to covenant to issue Sales Tax

Revenue Bonds, payable from 2000 Measure A Sales Tax, to cover any potential shortfall.

There was extensive discussion regarding the Approval of Tax-Exempt Debt Offering.

Upon query, staff responded that the principal repayment source will be from the TCRP Grant Fund.

**M/S/C (Dando/Williams)** to approve submitting a recommendation to the Board of Directors to adopt a Resolution authorizing the issuance of tax-exempt debt in an amount not to exceed \$82,000,000 and ratifying actions taken by the General Manager and Chief Financial Officer necessary in connection therewith; and further authorizing the General Manager to amend the FY 2003 operating budget and incur ancillary debt financing costs in an amount not to exceed \$500,000 for costs related to this debt financing transaction.

#### **4. ADJOURNMENT**

**On order of Chairperson Kennedy**, there being no objection, the special meeting was adjourned at 1:20 p.m.

Respectfully submitted,

Michelle Garza, Board Assistant  
VTA Board of Directors

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**NOTE:** M/S/C MEANS MOTION SECONDED AND CARRIED AND, UNLESS OTHERWISE INDICATED, THE MOTION PASSED UNANIMOUSLY.

